25X125X1A CLASSIFICATION / / / / Approved For RENTS&12002/08/40/ENGE-ROPME-300457R004580270045-3 INFORMATION REPORT CD NO. CONFIDENTIAL COUNTRY Hungary DATE DISTR. 13 FEB 50 SUBJECT Subsidies to Industry and Agriculture NO. OF PAGES 25X1C RETURN TO CIA LIBRARY PLACE NO. OF ENCLS. ACQUIRED DATE OF 25X1X SUPPLEMENT TO INFO. REPORT NO. The Hungarian Government is constantly increasing its investments in industrial and agricultural expansion projects. Whereas in May 1948 only 130.1 million forints were invested, in May 1949 the total was 282.2 million forints. Amounts allocated in various categories are listed below. a. Chal mining: 15,000,000 forints Earmarked especially for the enlargement of the works at Salgotarján, Vértesbakony, Mecsok, and Dorog. Steel production: 9,000,000 forints For the plants at Zagyvarona, Salgotarján, Diós Györ, and Ozd. Quarries: . 1,900,000 forints Natural gas exploitation: 3,200,000 forints Brickworks: 1,600,000 forints For expansion of existing rlants. Printing plants: 1,100,000 forints Heavy industry: 20,000,000 forints The Manfred-Meiss works received half of this appropriation. The remainder was allotted to the locomotive and railway car plant at Gyor, the Ganz railway car plant, and Mavag in Dios Gybr. For expansion. The Ganz electric Electric power plants: 10,700,000 forints plant received 2,000,000. i. Textile industry: Amount unknown Subsides were received by the following plants: Magyar, Linum, Viktoria, Gybri, Gybri Alami Tono, Textilmürek, Koetszövő, Lenfono, Paratipar. CLASSIFICATION 25X1 STATE MAVY NSRB FBI DISTRIBUTION ARMY AIR This document is thereby reguladed to Document CONFIBERS AS, he considered with the tetter c. 70 combor 1978 from the Docksalled Director of Central Intelligence to the Class. Changed Archivist of the United States. 25X1 Next Review Date: 2008 Approved For Release 2002/08 4300270006-3

CEUTRAL INTELLIGENCE AGENCY

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j. Chemical industry:

8,300,000 forints

More than half of this went into the construction of the aluminum plant at Almasfüzitö.

A new aluminum smelter is under

n new aluminum smelter is unconstruction at Tatabanya.

k. Agriculture: 23,000,000 forints

For collectivization alone, plus 9 millions more for the procurement of agricultural machinery.

1. Waterways, irrigation: 8,000,000 forints

Includes credits for the construction of the Danube-Theiss canal and for irrigation projects.

m. Education, public health: 3,500,000 forints

n. Agricultural schools: 2,600,000 forints

Including subsidies to the agricultural institutes at Debrecen and Budapest, still under construction.

c. Cattle breeding: 4,000,000 forints

p. Road construction: 2,800,000 forints

q. Reforestation: 1,600,000 forints

r. Tractor manufacturing: 1,300,000 forints

s. Rural housing: 1,500,000 forints

t. Agricultural industries: 3,400,000 forints

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